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# Alaska Battery/Diesel Hybrid System Modeling

*Presented To:*

DOE Energy Storage Systems Peer Review

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*Presented By:*

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SENTECH, INC.



# Conclusions

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- We have developed a user-friendly screening tool to determine the feasibility and desirability of installing a battery/diesel hybrid generating system in remote villages
- Analyses utilizing the screening tool indicate:
  - Battery/diesel hybrid systems can reduce fuel consumption in small rural Alaskan villages by over 20%
  - Such systems make economic sense under several scenarios:
    - When a village has a smaller, unused genset that can be retrofitted with a battery system
    - When the existing genset needs to be replaced
    - When storage tanks need to be replaced



# Outline

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- Motivation
- Objective
- Work Completed
- Demonstration
- Preliminary Results
- Conclusions
- Future Work
- Contributors



# Motivation

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- High electricity prices in rural Alaskan villages
  - High diesel fuel costs
  - Even higher maintenance costs
  - Currently subsidized under Power Cost Equalization Program
- Aging diesel storage tanks starting to leak
- Energy security

*Both the State of Alaska and rural electric utilities are looking for solutions to reduce the fuel consumed to generate electricity.*



# Objective

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**Phase I:** Assess the impact of integrating battery energy storage with conventional diesel-generator power systems located in remote U.S. villages (early work co-funded by USAID)



# Work Completed

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## Phase I

- Identified candidate villages
- Obtained load data (Chistochina and Selawik)
- Identified two operating regimes:
  - Peak Shaving – reduce diesel size, meet peaks with battery
  - Cycle Charging – run diesel at more efficient full loading
- Developed spreadsheet model
  - Simulated operation of hybrid system on load data
  - Predicted fuel savings and life cycle costs
  - Peak shaving only



# Work Completed

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## **Phase I – Results**

- Significant fuel savings possible ( $>10\%$ )
- Economics unfavorable at existing fuel prices and component costs

## **Phase I – Responses**

- Relied on user intuition for battery system design, resulting in oversized battery banks
- Alaskan stakeholder feedback:
  - Add environmental metrics
  - Simplify user interface



# Objective

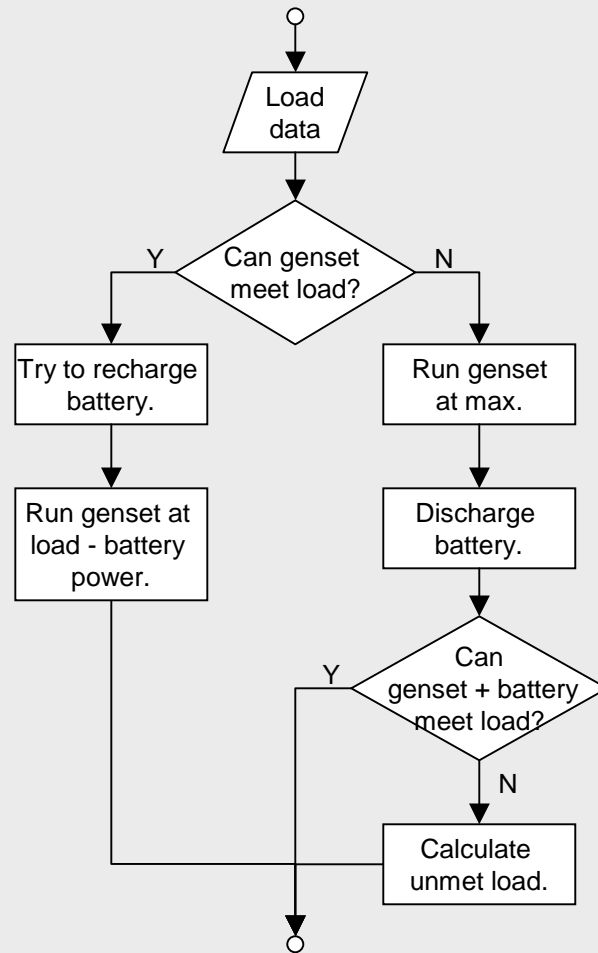
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**Phase II:** Develop a user-friendly screening tool that analyzes the performance and economics of battery/diesel hybrid electricity generating systems for remote villages





# Flowchart – Peak Shaving



# Work Completed

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## Phase II

Converted model from Excel spreadsheet to Visual Basic for Applications program:

- Simple, interactive user interface
- Clearly formatted output reports (Excel spreadsheets)
- Flexible inputs to allow for range of user experience levels
- Multiple load data formats
- Optimized, more accurate code



# Work Completed

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## Phase II

Added features:

- Cycle Charge algorithm
- Economic parameters
  - Diesel Operation and Maintenance (O&M) Costs
  - Projected life for battery and diesel based on duty cycle
- Automatic PCS sizing
- New decision-making metrics
  - Unmet load indicator
  - Payback period
  - Avoided emissions
- User Manual



# Preliminary Results

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## Chistochina, AK Analysis Key Inputs:

- Load Characteristics:

	<u>June 1998</u>	<u>November 1998</u>
Mean:	29 kW	44 kW
Maximum:	84 kW	65 kW

- Fuel Price: \$0.85/gallon – located on highway
- Battery System Costs: \$200/kWh + \$50/kWh B.O.S.
- PCS Costs: \$400/kW



# Preliminary Results

## Case 1: Retrofit existing, smaller unused diesel

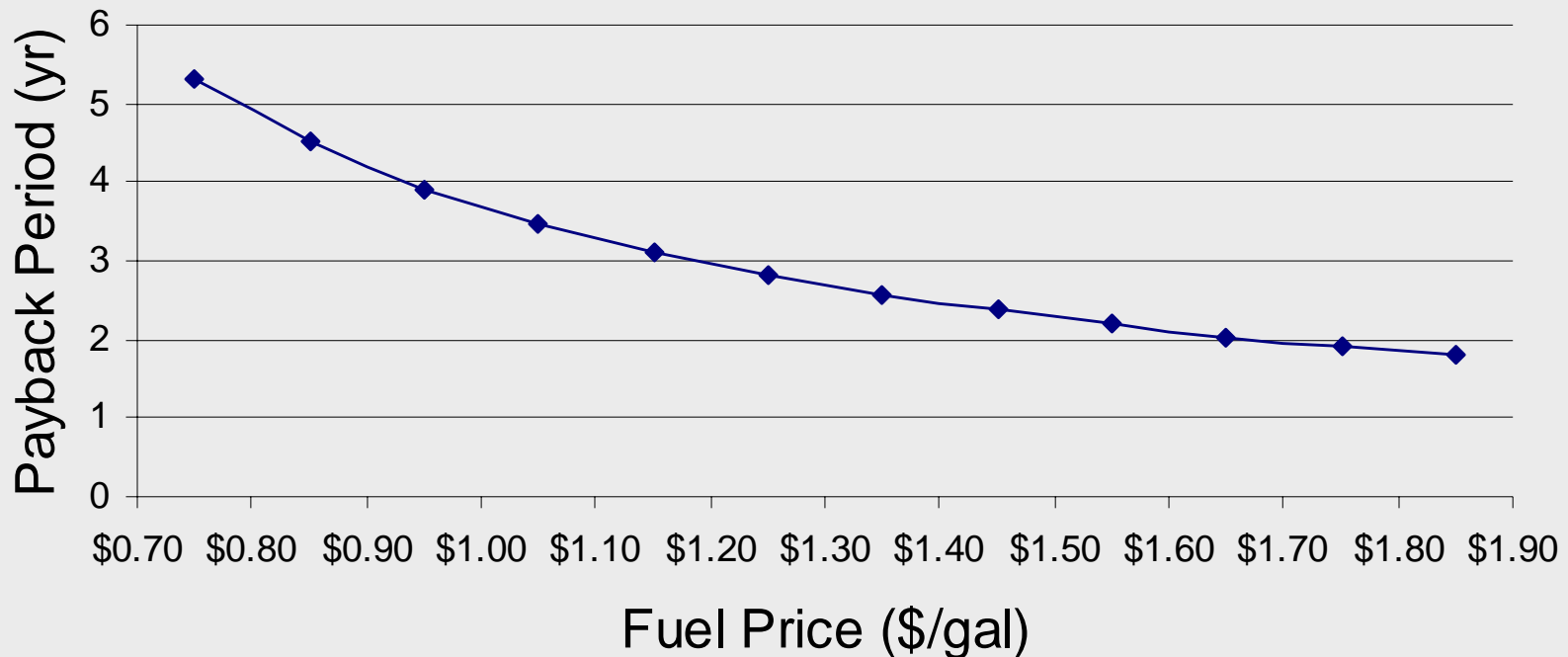
- Baseline Diesel: 100 kW
- Hybrid Diesel: 60 kW
- Battery Bank: 20 12V 55Ah series-connected VRLA modules
- PCS: 28 kW parallel connected Inverter/Rectifier
- Dispatch Algorithm: Peak Shaving

Output	June 1998	November 1998
Fuel Savings (%)	16.0%	14.2%
Annual Fuel Savings (gal/yr)	4,555	4,557
Net Annual Savings (\$/yr)	\$3,184	\$3,185
Payback Period (yr)	4.5	4.5



# Preliminary Results

Variation of Payback Period with Fuel Price for  
Chistochina, AK



Based on an existing 60 kW diesel which is retrofit with a 240V 55Ah battery energy storage system that is run in a peak shaving regime; payback period calculated from savings as compared to operation of baseline 100 kW diesel



# Preliminary Results

## Case 2: Existing diesel generator in need of replacement

- Baseline Diesel: 85 kW
- Hybrid Diesel: 45 – 60 kW
- Battery Bank: 13.2 – 20.4 kWh
- Dispatch Algorithm: Peak Shaving

Diesel Size (kW)	60 (retrofit)	55	50	45
Battery Size (kWh)	13.2	15.8	19.2	20.4
Fuel Savings (over 85 kW diesel)	10.6%	12.7%	14.6%	16.3%
Projected Battery Life (yr)	7.0	5.9	2.2	1.0
Net Annual Savings (\$/yr)	\$4,407	\$2,505	\$1,532	\$1,549
Payback of Net Hybrid Investment (yr)	Immediate	0.75	2.2	1.4

June 1998 load data from Chistochina, AK



# Preliminary Results

## Case 3: Storage tank replacement

- Baseline Diesel: 100 kW
- Hybrid Diesel: 45 – 60 kW
- Battery Bank: 13.2 – 20.4 kWh
- Dispatch Algorithm: Peak Shaving
- Storage tank replacement costs: \$6.90/gal (AEA low estimate)

Diesel Size (kW)	60 (retrofit)	55	50	45
Battery Size (kWh)	13.2	15.8	19.2	20.4
Fuel Savings (%)	16.0%	17.9%	19.7%	21.3%
Reduced Storage Needs (gal)	4,555	5,104	5,612	6,078
Net Annual Savings (\$)	\$5,925	\$4,318	\$3,685	2,314
Payback of Net Hybrid Investment (yr)	Immediate	2.2	1.9	1.2

June 1998 load data from Chistochina, AK





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## Future Work

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- Demonstrate to Alaskan stakeholders and obtain feedback
- Utilize data from villages for model validation and improvements
- Add renewable generation (PV, possibly wind and/or hydro)
- Aid in selection of a demonstration site
- Develop Specification Libraries
- Add battery system optimization routine
- Perform a market analysis for diesel/battery hybrid systems in Alaska



# Future Work

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- Other issues to consider in future versions:
  - Partial SOC cycling
  - Battery O&M costs (to account for flooded batteries)



# Contributors

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- Sandia National Laboratory:
  - David Trujillo (Project Manager)
  - Paul Butler
  - Stan Atcitty
- SENTECH, INC.:
  - Irwin Weinstock
  - Erin Cready
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